

CHILDREN'S HOSPITAL PROGRAM OF 2004 2017 ANNUAL REPORT

PROGRAM OVERVIEW

On November 2, 2004, California voters passed Proposition 61 enabling the State of California to issue \$750 million in General Obligation bonds for the Children's Hospital Program. Under California Health and Safety Code, Sections 1179.10-1179.43, the purpose of the program is to improve the health and welfare of California's critically ill children, by providing a stable and ready source of funds for capital improvement projects for children's hospitals. The California Health Facilities Financing Authority (CHFFA) is responsible for administering the program.

Language in Proposition 61 makes thirteen children's hospitals in California eligible for funding and sets funding maximums for each hospital. Eight are private nonprofit hospitals and five are University of California hospitals. Grant awards for non-University of California children's hospitals are limited to \$74 million, less costs of issuance. Grant awards for University of California children's hospitals are limited to \$30 million, less costs of issuance and administrative costs. Costs of issuance are \$0.75 per \$1,000 of the authorized grant award and administrative costs are \$5.00 per \$1,000 of the authorized grant award.

In summary, the Children's Hospital Program of 2004 has fully funded twelve of the thirteen hospitals. Loma Linda University Children's Hospital is the only hospital which continues to receive disbursements from this Proposition. All other hospitals have received their full allotment by statute. However, there is approximately \$8 million remaining as interest has accrued and the actual costs of administration and bond issuance has been less than estimated. Therefore, CHFFA has developed regulations to open a third and fourth funding round to disburse all remaining funds.

The balance of grant funds will be awarded in a third and potentially a fourth funding round consistent with the limitations in the statute: twenty percent (20%) of the total funds available for grants shall be awarded to UC children's hospitals and eighty percent (80%) of the total funds available shall be awarded to non-profit children's hospitals.

In addition to the limitation in the statute in the third funding round, the total amount of grants for each eligible UC children's hospital cannot exceed one-fifth of the total funds available for grants to all UC children's hospitals, and the total amount of grants for each eligible non-profit children's hospital cannot exceed one-eighth of the total funds available for grants to all eligible non-profit children's hospitals. Also in addition to the limitation in the statute, fourth funding round funding will be awarded for complete applications on a first-come, first-served basis.

Two hospitals, Loma Linda University Children's Hospital and University of California, San Diego Children's Hospital, have open construction or equipment acquisition projects. Staff routinely monitors these projects through a variety of methods including site visits, emails, telephone calls, disbursement requests, news reports, and construction web cams.

No grant disbursements were made by CHFFA in 2017. A detailed summary of the amounts allotted by statute, the amounts disbursed and grant funding remaining for each hospital follows.

AWARD and DISBURSEMENT DETAILS by HOSPITAL
(as of December 31, 2017)

Children's Hospital and Research Center Oakland

County: Alameda

Amount Allotted by Statute: \$74,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance)	STATUS
12/01/2005	\$1,695,274	Project Completed
08/30/2007	\$4,129,247	Project Completed
06/25/2009	\$28,166,801	Project Completed
02/25/2010	\$25,115,148	Project Completed
05/27/2010	\$13,314,038	Project Completed
07/28/2011	\$1,523,992	Project Completed
TOTAL = \$73,944,500		Full eligible amount has been disbursed*

Children's Hospital Central California

County: Madera

Amount Allotted by Statute: \$74,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance)	STATUS
07/28/2005	\$1,822,768	Project Completed
07/28/2005	\$3,482,774	Project Completed
01/25/2007	\$3,766,864	Project Completed
02/28/2008	\$5,968,710	Project Completed
04/30/2009	\$54,740,826	Project Completed
04/25/2013	\$4,157,961	Project Completed
TOTAL = \$73,939,903		Full eligible amount has been disbursed*

Children's Hospital Los Angeles

County: Los Angeles

Amount Allotted by Statute: \$74,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance)	STATUS
06/30/2005	\$72,188,287	Project Completed
TOTAL = \$72,188,287		Full eligible amount has been disbursed*

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

Children's Hospital Orange County

County: Orange

Amount Allotted by Statute: \$74,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance)	STATUS
09/29/2005	\$2,700,516	Project Completed
01/26/2006	\$18,387,096	Project Completed
01/31/2008	\$19,165,562	Project Completed
05/28/2009	\$29,042,638	Project Completed
04/28/2011	\$4,602,123	Project Completed
TOTAL = \$73,897,935		Full eligible amount has been disbursed*

Earl and Loraine Miller Children's Hospital Long Beach

County: Los Angeles

Amount Allotted by Statute: \$74,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance)	STATUS
01/25/2007	\$73,944,500	Project Completed
TOTAL = \$73,944,500		Full eligible amount has been disbursed*

Loma Linda University Children's Hospital

County: San Bernardino

Amount Allotted by Statute: \$74,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance)	STATUS
10/8/2009	\$3,228,082	Project Completed
10/8/2009	\$2,864,355	Project Completed
09/24/2015	\$ 20,000,000	Project In Progress (An additional \$47,852,063 to be disbursed)
TOTAL = \$26,092,437		

Lucile Salter Packard Children's Hospital at Stanford

County: Santa Clara

Amount Allotted by Statute: \$74,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance)	STATUS
05/25/2006	\$73,630,359	Project Completed
TOTAL = \$73,630,359		Full eligible amount has been disbursed*

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

Rady Children's Hospital San Diego

County: San Diego

Amount Allotted by Statute: \$74,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance)	STATUS
09/29/2005	\$1,122,038	Project Completed
01/26/2006	\$10,136,143	Project Completed
12/06/2007	<u>\$62,686,319</u>	Project Completed
TOTAL = \$73,944,500		Full eligible amount has been disbursed*

Mattel Children's Hospital at the University of California Los Angeles

County: Los Angeles

Amount Allotted by Statute: \$30,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance and Administrative Fees)	STATUS
12/01/2005	<u>\$29,827,500</u>	Project Completed
TOTAL = \$29,827,500		Full eligible amount has been disbursed*

University of California, Davis Children's Hospital

County: Sacramento

Amount Allotted by Statute: \$30,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance and Administrative Fees)	STATUS
03/23/2006	\$8,345,823	Project Completed
04/28/2011	\$15,265,137	Project Completed
06/28/2012	<u>\$6,216,541</u>	Project Completed
TOTAL = \$29,827,501		Full eligible amount has been disbursed*

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

University Children's Hospital at University of California, Irvine

County: Orange

Amount Allotted by Statute: \$30,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance and Administrative Fees)	STATUS
03/26/2009	<u>\$29,827,500</u>	Project Completed
TOTAL = \$29,827,500		Full eligible amount has been disbursed*

University of California, San Diego Children's Hospital

County: San Diego

Amount Allotted by Statute: \$30,000,000

Grant Funds Remaining: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance and Administrative Fees)	STATUS
01/27/2011	<u>\$29,827,500</u>	Project In Progress
TOTAL = \$29,827,500		Full eligible amount has been disbursed*

University of California, San Francisco Children's Hospital

County: San Francisco

Amount Allotted by Statute: \$30,000,000

Grant Funds Remaining: \$ 0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance and Administrative Fees)	STATUS
08/30/2012	<u>\$29,827,500</u>	Project Completed
TOTAL = \$29,827,500		Full eligible amount has been disbursed*

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.